

Advanced Prices and Pricing Factors - 2001

The current Federal milk order pricing system, which became effective for milk marketed after December 31, 2000, includes the advanced announcement of Class I milk, skim milk, and butterfat prices and Class II skim milk and nonfat solids prices. The price announcements are to occur on or before the 23rd day of the preceding month. (The actual release day is the Friday before the 23rd unless this date is a Friday.) See Price Release Dates - 2001. The advanced prices use the two-week NASS dairy product prices averages. See NASS Dairy Product Price Averages Used in Federal Milk Order Price Formulas. The advance prices formulas can be found at Price Formulas - 2001. Listed below are the advanced prices and pricing factors for January 2001 to date.

Year and Month	Release Date	Class I Base Price <u>1/</u>	Base Skim Milk Price for Class I <u>2/</u>	Base Butterfat Price for Class I <u>3/</u>	Advanced Class III Pricing Factor	Advanced Class III Skim Milk Pricing Factor	Advanced Class III Butterfat Pricing Factor	Advanced Class IV Pricing Factor	Advanced Class IV Skim Milk Pricing Factor	Advanced Class IV Butterfat Pricing Factor <u>4/</u>	Class II Skim Milk Price	Class II Nonfat Solids Price
		\$ per cwt.	\$ per lb.		\$ per cwt.	\$ per lb.		\$ per cwt.	\$ per lb.	\$ per cwt.	\$ per lb.	
2001												
Jan	12/22/00	13.99	7.88	1.8244	9.51	4.53	1.4681	13.99	7.88	1.8244	8.58	0.9533
Feb	1/19/01	11.94	7.89	1.2352	10.06	4.86	1.5330	11.94	7.89	1.2352	8.59	0.9544
Mar	2/23	12.65	7.86	----	----	5.36	----	----	7.86	1.4483	8.56	0.9511
Apr	3/23	13.44	7.86	----	----	5.80	----	----	7.86	1.6722	8.56	0.9511
May	4/20	14.21	7.88	----	----	5.55	----	----	7.88	1.8887	8.58	0.9533
Jun	5/18	14.99	7.90	----	----	6.26	----	----	7.90	2.1033	8.60	0.9556
Jul	6/22	15.34	7.88	----	----	7.56	----	----	7.88	2.2104	8.58	0.9533
Aug	7/20	15.40	7.90	----	----	7.90	----	----	7.50	2.2212	8.20	0.9111
Sep	8/17	15.56	7.99	----	----	7.99	----	----	7.24	2.2432	7.94	0.8822
Oct	9/21	15.93	7.38	----	----	7.38	----	----	7.30	2.5160	8.00	0.8889
Nov	10/19	15.76	9.60	----	----	9.60	----	----	7.26	1.8556	7.96	0.8844
Dec	11/23	11.98	7.15	----	----	6.32	----	----	7.15	1.4513	7.85	0.8722
Avg.	----	14.27	7.93	----	----	6.59	----	----	7.63	1.8892	8.33	0.9259

1/ For Jan.-Feb., higher of advanced Class III or Class IV pricing factors. The Class I price equals this price plus applicable Class I differential. For March to date, this price is shown for informational purposes only; it is not defined in Section 1000.50 of the order. It equals (the base skim milk price for Class I times 0.965) plus (the advanced butterfat pricing factor times 3.5).

2/ For Jan.-Feb., advanced skim milk pricing factor used to compute the Class I base price. For March to date, the higher of the advanced Class III or IV skim milk pricing factors. The Class I skim milk prices equals this price plus the applicable Class I differential.

3/ Advanced butterfat pricing factor used to compute the Class I base price. The Class I butterfat price equals this price plus the (applicable Class I differential divided by 100).

4/ For March to date, the advanced butterfat pricing factor. The Class I butterfat price equals this price plus the (applicable Class I differential divided by 100).